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OFFICE OF THE DEPUTY DIRECTOR

22 December 1977

Sir:

In undertaking remedial action to strengthen our hand in enforcing industrial security discipline as a result of the Boyce/Lee cases, we elected to review the totality of our organizational mechanism for contracting. This approach was essential because industrial security does not exist in a vacuum--it exists to support a contracting program and it is only the contracting officer (not the security officer) who can take action to enforce provisions found in the contract.

Because we did want to get on with strengthening the industrial security program, I asked the Task Force to first submit an interim report on the industrial security matter. It is attached for your review. I believe the Task Force has hit upon the proper approach. I suggest you approve their recommendations and we proceed to flesh them out and then implement them.

John F. Blake

Acting Deputy Director

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SECREL

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DOWNGRADE TO A-IUO UPON

REMOVAL OF ATTACHMENT